

Security analysis and Portfolio Management

Q.P. Code:00001067

[Time:3.00 Hrs.]		[Marks:60]
Please check whether you have got the right question paper.		
N.B:	1. Q.1 would be compulsory and would carry 20 Marks. 2. Students have to attempt any four out of the remaining six Questions (Q.2 to Q.7) and within each question; students have to attempt any two Out of three sub – questions.	

Q.1	<p>Multiple choice questions with appropriate options: (Compulsory):</p> <ol style="list-style-type: none"> The terms of the exchange of money between parties. a) two b) four c) three d) one IPO stands for: a) initial public offering b) initial private offering c) initial post offering d) intermediate public offering is also commonly referred to as inflation risk. a) regulation risk c) purchasing power risk b) market risk d) interest rate riskrisk are associated with operating a business in a specific sector or setting. a) market risk b) Business risk c) interest rate risk d) purchasing power risk Political risk, often known as a) international risk b) country risk c) Business risk d) market risk If a market is inefficient, as new information is received about a security: _____ a) there will be negative demand for the stock b) there will be a lag in the adjustment of the stock price c) the stock price will fall at first and then later rise. d) there will be positive demand for the stock EMH stands for _____ a) efficient market hole b) efficient market hypothesis c) efficient market hypo d) efficient minimum hypothesis A benchmark must often be set for tests of the a) ECH b) EIS c) EMH d) EOH Modern portfolio theory uses the, to select investments for a portfolio. a) JIT b) EQO c) NISM d) CAPM _____ helps to reduce risk. a) Risk b) Diversification c) Cost d) Plan 	20X1
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	<p>11.is similar to a bar chart. a) line b) candle stick c) Point - and - Figure Chart d) trendline</p> <p>12. The regulatory body for the securities market in India is (a) IRDA (b) RBI (c) SEBI (d) NABARD</p> <p>13. securities are intricate goods. (a) Equity (b) Hybrid (c) Debt (d) Futures</p> <p>14. _____ is a measurement of the spread between numbers in a data set. a) CAPM b) beta c) alpha d) Variance</p> <p>15. The return expected =+ Beta portfolio (Return of Market - Risk Free Return) a) Risk adjusted returns b) Risk Free Return c) Standard deviation d) Beta</p> <p>16. Arbitrate pricing theory is an model. a) security line b) risk evaluation b) bond pricing d) asset pricing</p> <p>17. are similar to index funds. a) SML b) ETFs c) APT d) CML</p> <p>18. A measure or indicator of anything is called an a) isoquant b) index c) spin off d) APT</p> <p>19.involves identifying the companies or assets that meet the criteria for inclusion in the index. a) Purpose and scope of the index b) Select the securities c) Calculate the index value d) Reject the securities</p> <p>20. Return and _____ are two important characteristics of every investment a) ER b) Risk c) CAPM d) Investment</p>	
Q.2	<p>Attempt any two</p> <p>A) Write note on structure of securities market. B) Explain Business Risk. C) Explain Random Walk theory</p>	5X2
Q.3	<p>Attempt any two.</p> <p>A) Explain the characteristics of Securities market. B) Differentiate between Systematic versus Non-systematic Risk. C) What are the uses of Efficient Market Hypothesis?</p>	5X2
Q.4	<p>Attempt any two.</p> <p>A) Discuss the significance of Efficient Market Hypothesis B) Write note on Industry analysis. C) Write note on warrants.</p>	5X2
Q.5	<p>Attempt any two.</p> <p>A) Explain the methods used for valuing equity shares. B) Write note on Bond valuation. C) Differentiate between Indexing and Benchmarking</p>	5X2

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Q.6	Attempt any two. A) Explain the Dow Theory B) Write note on Type of Charts - Construction of Charts. C) Write note on Capital Market Line.	5X2
Q.7	Attempt any two Short Notes. A) Discuss the difference between CML and SML. B) Discuss the various types of factor model. C) Write note on Investment theory.	5X2